

COUNCIL COMMUNICATION

AGENDA TITLE:

Request for Council authorization/appropriation to

continue retention of Dufour & Associates for assistance

with DBCP regulations.

MEETING DATE:

October 21, 1992

PREPARED BY:

City Attorney

RECOMMENDED ACTION:

Council consideration/approval of continued retention of

Dufour & Associates.

BACKGROUND:

At the meeting of April 15, 1992, the City Council authorized retention of the firm of Dufour & Associates

to assist in seeking administrative remedies in handling

the City's DBCP problems. As pointed out at that time, it appears to be in the City's best interest to pursue both the suit for damages being handled by the law firm of Miller & Rolfe, and also this administrative approach to deal with the situation. The Council approved retaining Dufour & Associates, with expenditures not to exceed \$10,000.

Since April, Mr. Dufour has worked extensively with the State Department of Health Services (DHS) and other regulatory agencies as well as the Mayor's Task Force on DBCP. It appeared we were making excellent progress in getting DHS to agree to certain interpretations of applicable regulations which might have alleviated some or all of the problems, However, DHS officials a few weeks ago in an apparent reversal informed us the regulatory language did not permit them to do as we requested.

It appears there may be other avenues, however, which Mr. Dufour's firm could help us explore with regulatory agencies. These would include exemption or waivers, as well as the possibility of special legislation. Since expenditures are now approaching the maximum \$10,000 figure authorized in April, it is requested that the Council approve and appropriate an additional \$10,000 for Dufour & Associates to carry forward efforts for an administrative solution, plus an additional \$1,000 to cover associated expenses.

FUNDING: Water Operating Reserve.

Respectfully submitted,

Bob McNatt City Attorney

DBCPCC/TXTA.01V

THOMAS A. PETERSON City Manager rec ec ted paper

DUFOUR & ASSOCIATES

ATTORNEYS AT LAW

JAMES T. DEFOUR

KEVIN J. BURDICK

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October **13**, 1992

OCT 1 4 1992 City Attorney's Office

YIA FEDERAL EXPRESS

Mr Bob McNatt City Attorney CTTY OF LODI 221 W. Pine Street Lodi, CA 95240

Re:

Continuation of Retainer to Provide Counsel and Representation

of the city on the DBCP Issue

Dear Mr. McNatt:

As we discussed, the current authorized retainer of \$10,000, plus expenses has been exhausted. In fact, my records indicated the following:

\$6,736.25

Billed and Paid through 8/92

\$3,364.30

Currently Billable through **8/31/92**

\$10,155

TOTAL

In addition, we have expended some additional professional service hours in the current billing period.

As you know, our intense efforts especially in August in support of the Public **Works** Department nearly succeeded in obtaining an amended permit which would have resolved the DBCP issue for the City in an extremely expeditious manner.

Furthermore, my involvement with the Mayor's special committee on DBCP required attendance at approximately bi-monthly meetings which were an unanticipated professional service.

Therefore, as the City moves forward **to** consider the alternative remedies of legislation, exemptions, and variance requests, it will be necessary to reauthorize our retainer for additional professional services.

I believe it would be most appropriate **to** extend the authorization for an additional \$10,000 plus \$1,000 for reasonable ordinary fees and expenses for a total of \$11,000 commencing on September 1, 1992. Based on anticipated level of effort, this retainer reauthorization should provide a consistent level of support **to** the Mayor's committee and to the Public Works Department through April 1, 1993.

If an unanticipated issue arises, like extensive preparation for a hearing on an exemption or variance, or if the legislation route requires a more intensive commitment of resources, this authorization may have to be reviewed in light of these **new** circumstances.

I am looking forward to continuing to work with you and the City on this important issue.

Very truly yours,

JAMES T. DUFÓUR

JTD:dmg

cc: Jack Ronsko, City of Lodi

CITY OF LODI SPECIAL ALLOCATION REQUEST

TO:	Finance Director	DATE:	October 2	1, 1992	,
FROM:	City Clerk	PROJEC	T NUMBER:	18.0 -	453.02-323
Request is made for funds to accomplish the following project which was not					
included in the current budget:					
Desc	cription of Project	E	stimated Co	<u>ost</u>	
Appropriation to continue retention of Dufour and Associates for assistance with DBCP regulations					
Funding: Water Operating Reserve - \$11,000					
(If you need more space, use additional sheet and attach to this form)					
Date of Approval - October 21, 1992 Amount Approved - \$11,000					
Counci	i1XXXXXX	City Manager		-	
FUND OR ACCOUNT TO BE CHARGED					
Current Budget \$ Prior Year Reserve \$					
Contingent Fund \$ General Fund Surplus S					
Capita	al Outlay Reserve \$	Gas Tax Fund S_			_
Utilit	ty Outlay Reserve \$	Other (Blection) \$ <u>/8.0</u>	-69.1	-
Hotel,	/Motel Tax Reserve - \$				
S/A) Dixon	al Fund Operating Reserve \$	Alice M. City Cle	M. Blime Reimche rk	ch	
		the Finance Direc 1) Originating D	tor. Dist epartment	ribution 2) I	n after Finance